

Assistant Secretary of the Army Financial Management and Comptroller

Joint Reconciliation Program
Video Tele-conference

Phase II Triannual
Review
19 July 2011



Agenda

Roll Call

Opening Remarks

Mr. Argodale

Mr. Argodale

Program Update:

- Canceling & 4th Expired**
- Problem Disbursements**
- Travel Advances**
- Accounts Receivable**
- DTS**
- e Commerce Initiative**

Special Interest Items:

- Prompt Pay Interest**
- Travel Card Delinquency**
- Antideficiency Act Violations**

Closing Remarks

Mr. Argodale



Opening Remarks

Mr. John J. Argodale
Deputy Assistant Secretary of the Army
(Financial Operations)



FY 11 Scorecard Goal vs. Actual

as of 31 May 2011

Description		1 Oct 10	FY11 Goal	May 31, 2011
Total ULO in Canceling Accounts -- 100% reduction by 31 August 2011 (straight line monthly reduction)	●	\$1,283M	\$0	\$748M
Reduce ULO in the 4th Expired Year by 50% (straight line monthly reduction of 4.17%)	●	\$2,704M	\$1,352M	\$2,066M
Reduce ULO in the 3rd Expired Year by 25% (straight line monthly reduction of 2.08%)	●	\$5,239M	\$3,928M	\$3,761M
Reduce Total Negative Unliquidated Obligations (NULO) by 20% of calendar year average (straight line monthly reduction of 1.66%)	●	\$148M	\$118M	\$236.8M
Reduce NULOs > 120 days (\$ in Millions)	●	\$1.4M	\$0	\$12.3M
Reduce Total Unmatched Disbursements (UMD) by 20% of calendar year average (straight line monthly reduction of 1.66%)	●	\$230M	\$184M	\$258M
Reduce UMD > 120 days to zero (\$ in Millions)	●	\$9.7M	\$0	\$76.8M
Total Intransits > 60 days to 5% or less of total prior month balance	●	\$9,582M	\$479M 5%	\$2,188M 23%



FY 11 Scorecard Goal vs. Actual

as of 31 May 2011

Description		1 Oct 10	FY11 Goal	May 31, 2011
Interest penalty payment reduction paid per million	●	\$57.02	\$110	\$37.2
Reduce Receivables outside of DoD > 30 days to 6.5% or less of total	●	4.2%	6.5%	5.1%
Reduce Receivables within DoD > 30 days to 4% or less of total intra-governmental receivables	●	9%	4%	1.2%
Reduce Public Receivables > 30 days to 9% or less of total public debt	●	5%	9%	7.3%
Defense Travel System (DTS) Usage	●	97%	99%	98.2%
No more than 2% delinquent CBAs	●	7.2%	2%	4.60% to 6.62%
Electronic Commerce (reported quarterly) (as of 31 Dec 2011)	●	21.3%	26.7%	22.2%
Pay Timeliness - Process 97% of all Military Pay Transactions in timely manner	●	95.4%	97%	94.5%
Pay Timeliness - Process 99% of all Civilian Pay transactions in timely manner	●	99%	99%	98.7%



FY 11 Scorecard Goal vs. Actual

as of 31 May 2011

Description		1 Oct 10	FY11 Goal	May 31, 2011
ADA - No delinquent Preliminary Investigations	●	20	0	20
ADA - No delinquent Formal Investigations	●	5	0	4
Abnormal AR(M) 1002 Unobligated Balances - To reduce all Abs >2 months old by 65% or more of the FYE 2010 AB1002 balance. (#Balances)	●	9	6	28
Abnormal SF133 Balances - To have 0 abnormal SF133 balances > 2 months old (#Balances)	●	0	0	0
Abnormal SF133 Negative Balances (#Balances)	●	1	0	0
Overage Clearing Account Balances - To have \$0 overaged clearing account balances (\$M)	●	\$0	\$0	\$0
Within Timeframe Clearing Account Balances (\$M)	●	\$8.73	\$0	\$0
Deposit Accounts with Negative Balances - To have 0 negative deposit accounts balances > 3 months old (#Balances)	●	0	0	0
Unsupported Account Entries - To achieve a 7% reduction of the prior fiscal year's same quarter balance. (Reported quarterly)	●	\$0	\$0	\$0
Undistributed Disbursements - To reduce the FY 10 UUDC balances by 12% or more.	●	4.77%	9%	11.42%



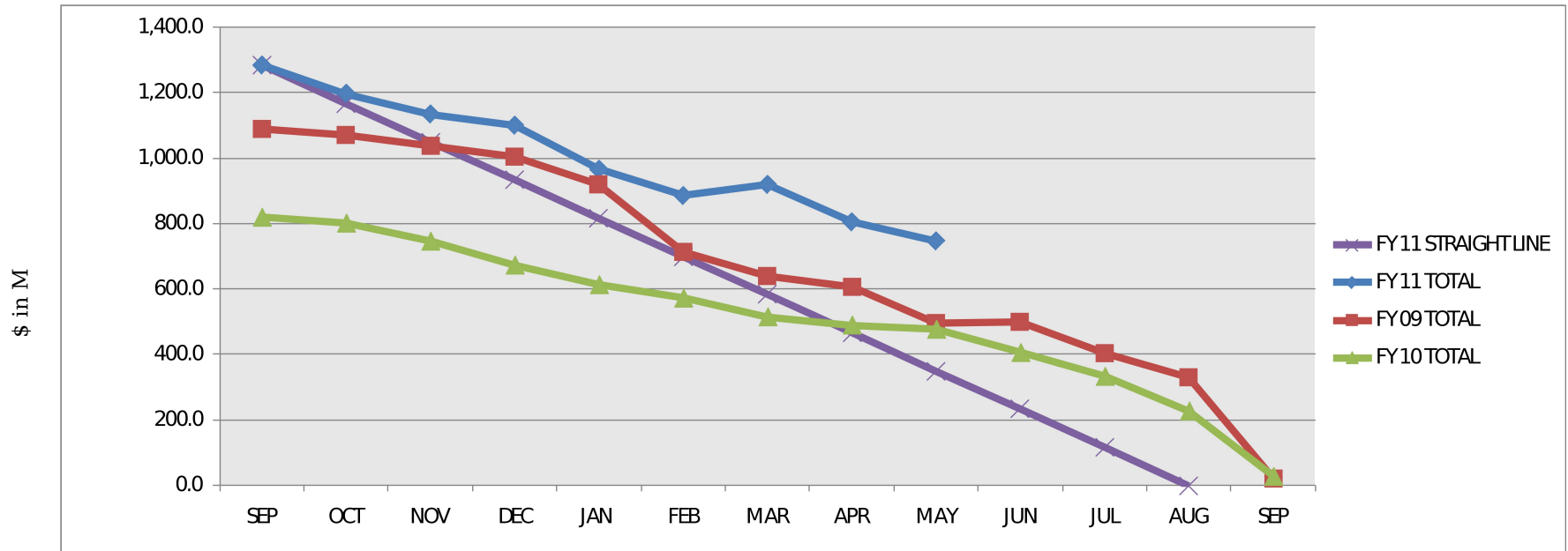
Program Update



Canceling Appropriations FY09 - FY11

By 31 Aug 2011

- Reduce Canceling amounts to zero



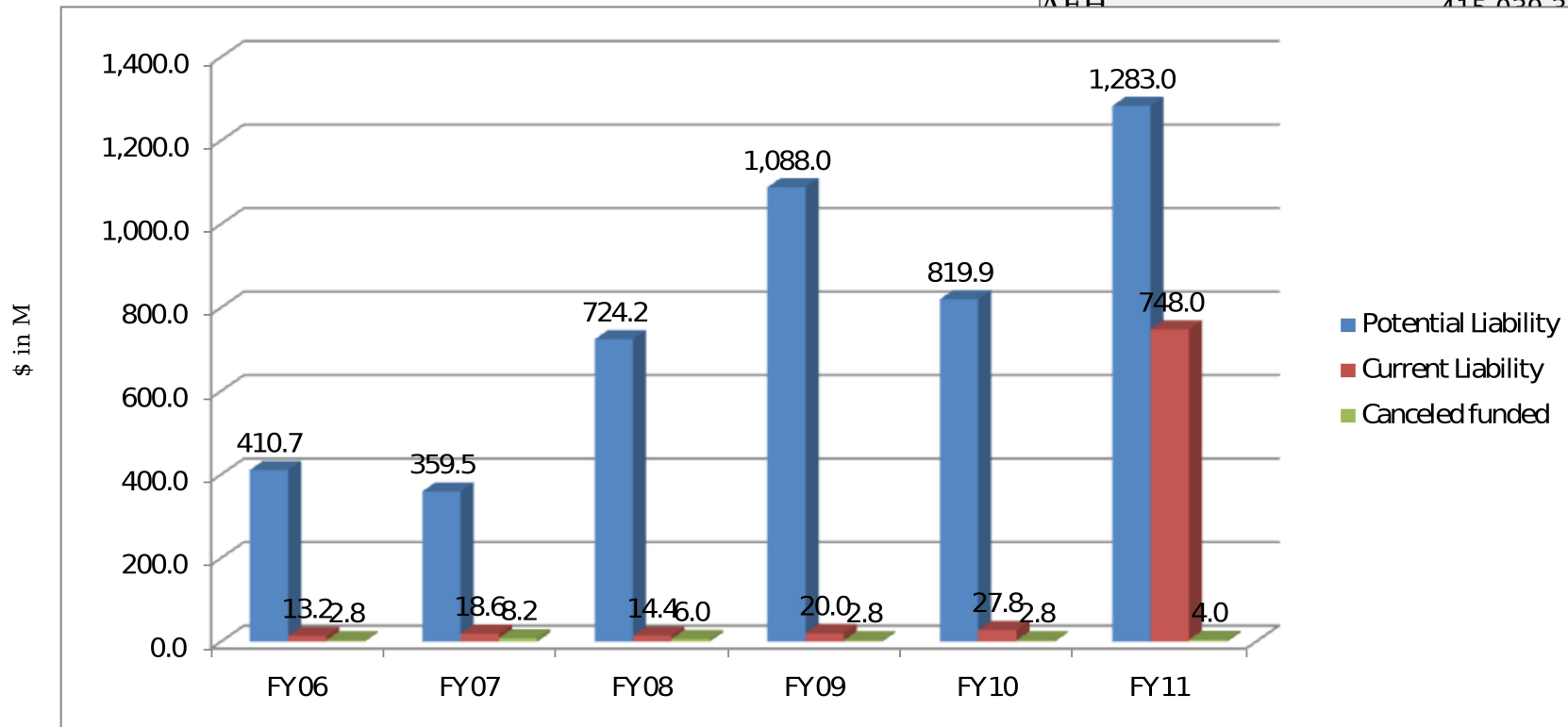
	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP
FY 09 TOTAL	\$ 1,088	\$ 1,069	\$ 1,036	\$ 1,005	\$ 920	\$ 713	\$ 639	\$ 606	\$ 497	\$ 499	\$ 403	\$ 329	\$ 20
FY 10 TOTAL	\$ 819	\$ 801	\$ 746	\$ 673	\$ 613	\$ 572	\$ 515	\$ 490	\$ 477	\$ 406	\$ 333	\$ 228	\$ 28
FY 11 TOTAL	\$ 1,283	\$ 1,197	\$ 1,134	\$ 1,100	\$ 966	\$ 886	\$ 920	\$ 806	\$ 748				
FY 11 STRAIGHT LINE	\$ 1,283	\$ 1,166	\$ 1,050	\$ 933	\$ 816	\$ 700	\$ 583	\$ 467	\$ 350	\$ 233	\$ 117	\$ -	



Army Payoff-Canceling Appropriations

Canceled Funded Liability -May 11

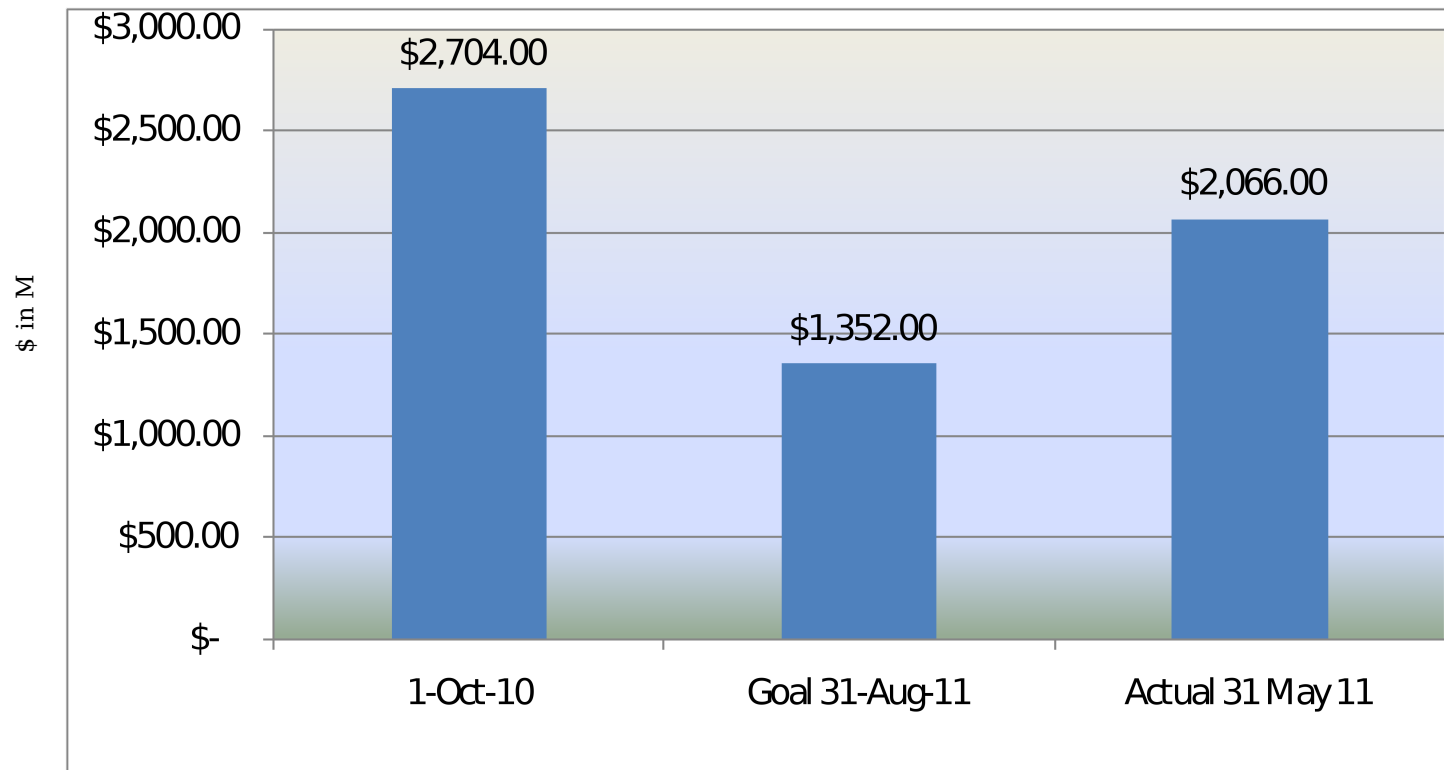
	\$
O&M	3,078,269.09
PROC	\$
RDTE	4,210.00
	\$
MILPERS	68,139.31
	\$
AEH	476,915.20
	\$
	415,030.31
	-
	.91



Fourth Expired Year

By 31 Aug 2011

- Reduce 4th expired year by 50% = \$1,352M



Expired Balances by OA

Canceling Year	
Command	as of May 2011
MILPAY	\$ 206,099,942
ASC	\$ 161,024,316
USACE	\$ 93,464,384
RSW	\$ 77,633,049
INSCOM	\$ 40,118,640
FORSCOM	\$ 37,031,296
MEDCOM	\$ 26,262,943
Total	\$ 641,634,570

4th Expired	
Command	as of May 2011
MILPAY	\$ 420,095,250
AMC	\$ 251,717,442
IMCOM	\$ 245,410,371
THIRD ARMY/ARCENT	\$ 180,733,213
RSW	\$ 124,830,919
NGB	\$ 86,770,804
MEDCOM	\$ 72,299,523
Total	\$ 1,381,857,522

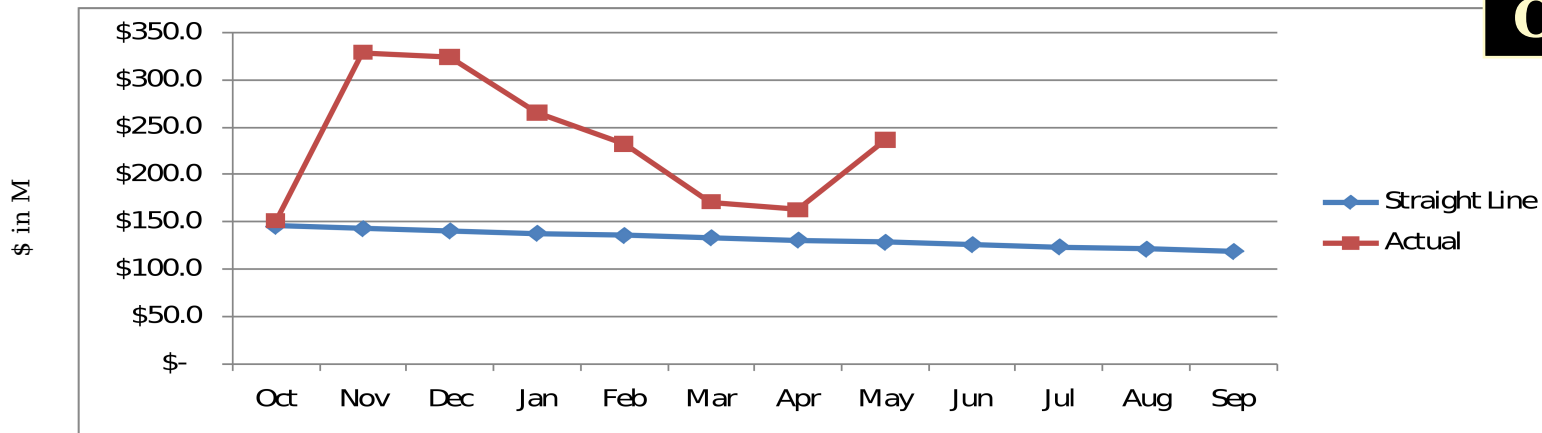


Negative Unliquidated Obligations

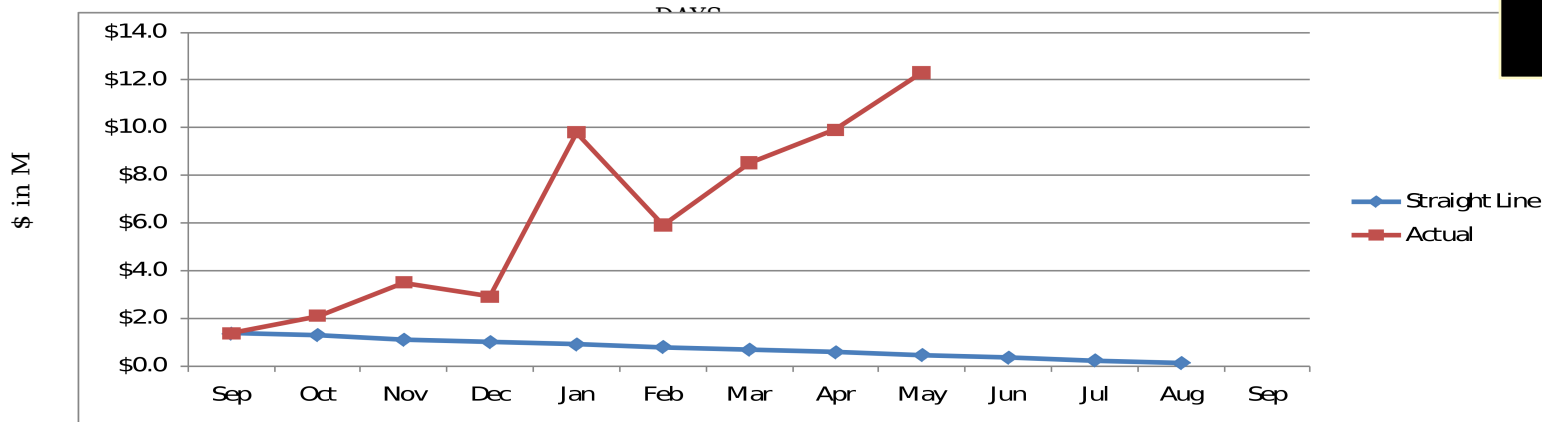
By 30 Sep 2011:

- Reduce total NULOs by 20% of 2009 calendar year average (This is a monthly straight line metric)
- Reduce to zero (>120 days)

NULOs



NULOs >120



\$ in Millions



Total NULOs Breakout

OA	Command	NULOs as of 31 May
5A	ASC/PEO	\$ 53,664,991.03
8A	ARCENT/HQ Third Army	\$ 45,991,656.05
22	RSW	\$ 38,679,126.44
18	NGB	\$ 28,413,414.48

- ASC/PEO: DFAS Columbus has identified contract issues involving modifications that change ACRN after disbursements made.
- OA22 and ARCENT: Balances are primarily driven by 2nd destination shipping charges that depend on end of month reconciliation to clear.
- NGB: Tried to post a \$22.5M FAD to an incorrect MDEP. Correcting entries occurred in June 2011



NULO > 120 Breakout

OA	Command	NULOs Over 120 Days
		\$
5A	ASC/PEO	7,561,235.43
		\$
6A	AMC	3,919,730.81

- DFAS Columbus has identified contract issues involving modifications that change ACRN after disbursements made.
- Obligations not posting via interface. DFAS is researching solutions to interface posting issues.

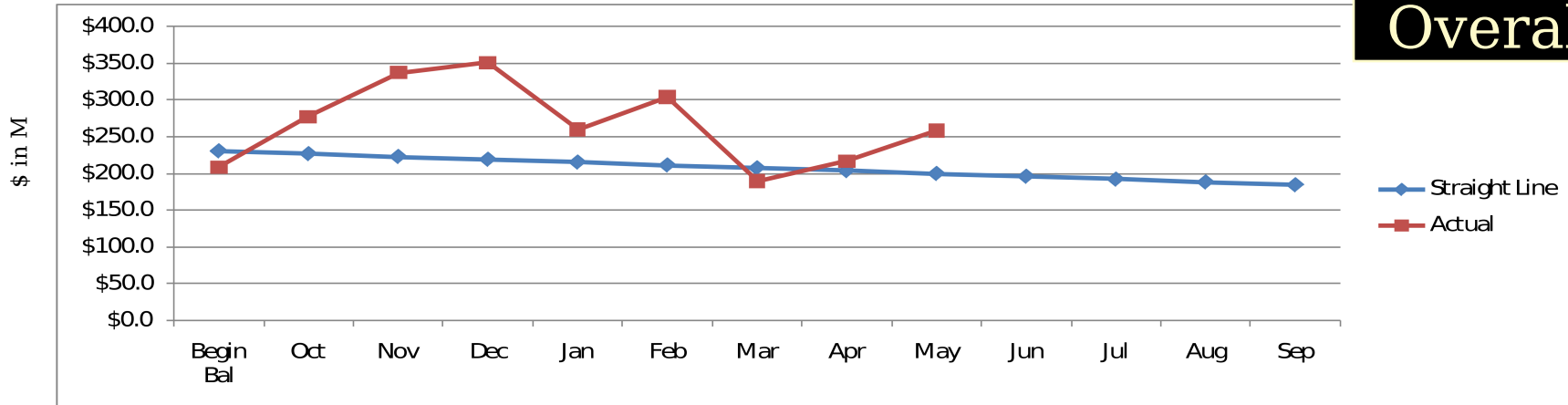


Unmatched Disbursements

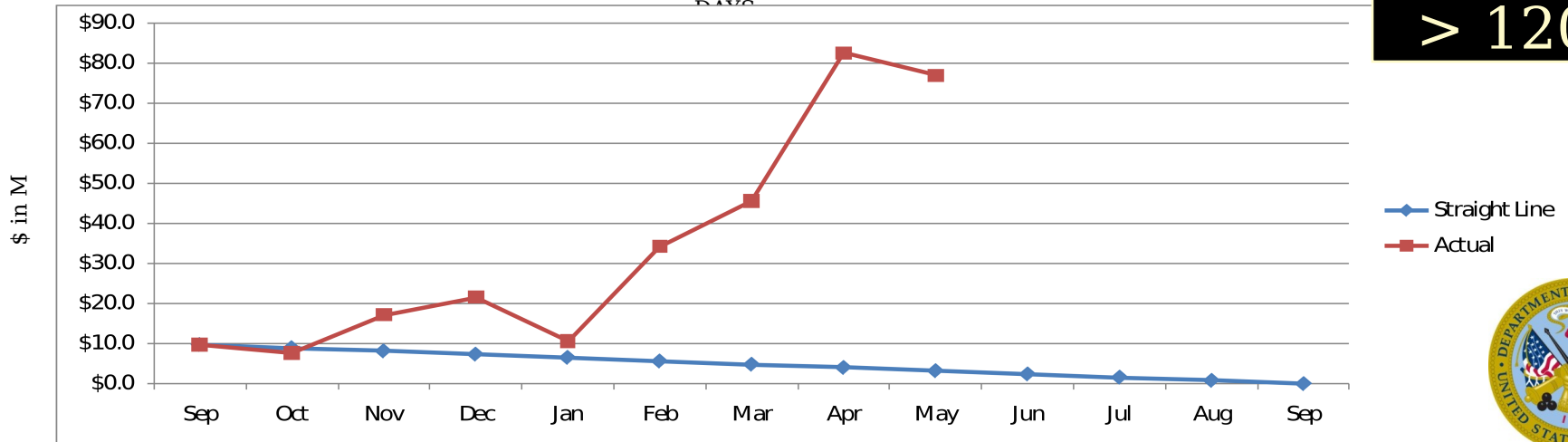
By 30 Sep 2011:

- Reduce Total UMDs by 20% of 2009 calendar year average (This is a monthly straight line metric)
- Reduce to zero (>120 days)

UMDs



UMDs >120
DAYS



Total Unmatched Disbursements Breakout

OA		Command		Total UMD
GB	GFEB		\$	126,347,927.11
6A	AMC		\$	96,585,822.51
24	USARC		\$	5,259,096 .00
22	SECRETARY OF THE ARMY		\$	3,807,883.53

- GFEB: Major drivers for GFEB UMDs are payroll (\$50.7M), interfund charges (\$35.2M), and vendor pay (\$14.8M).
- AMC: Obligations not posting via interface. DFAS is researching solutions to interface posting issues.



Unmatched Disbursements > 120 Breakout

OA	Command	UMDs over 120 Days	
GB	GFEBs	\$	75,205,178.31
6A	AMC	\$	1,139,962.72

- GFEBs: Major drivers are payroll, interfund, and vendor pay.
- AMC: Obligations not posting via interface. DFAS is researching solutions to interface posting issues.



GFEBS Failed IDoc Requirements

1-Request your attention and support to ensure obligations are promptly posted to mitigate Unmatched Disbursements (UMDs) tied to SPS and FCM IDocs and DCPS errors.

2-Management and Detail reports along with job aides for correcting these transactions are available and posted on AKO.

3-Our office will be distributing a consolidated report of outstanding errors every Wednesday and will conduct bi-weekly Command calls to discuss the status.

- **Establish/reinforce your organizations responsibilities for clearing interface errors**
- **Applicable interfaces**
 - DCPS Payroll
 - FCM Obligations
 - SPS Award
 - Future reports will follow same process
- **Report types**
 - Summary reports for management
 - Detail reports for end-users
- **IDoc Reports & Job Aides**



Consolidated IDoc Summary Report

**Unobligated GFEBS Disbursements by Command
As of July 12, 2011**

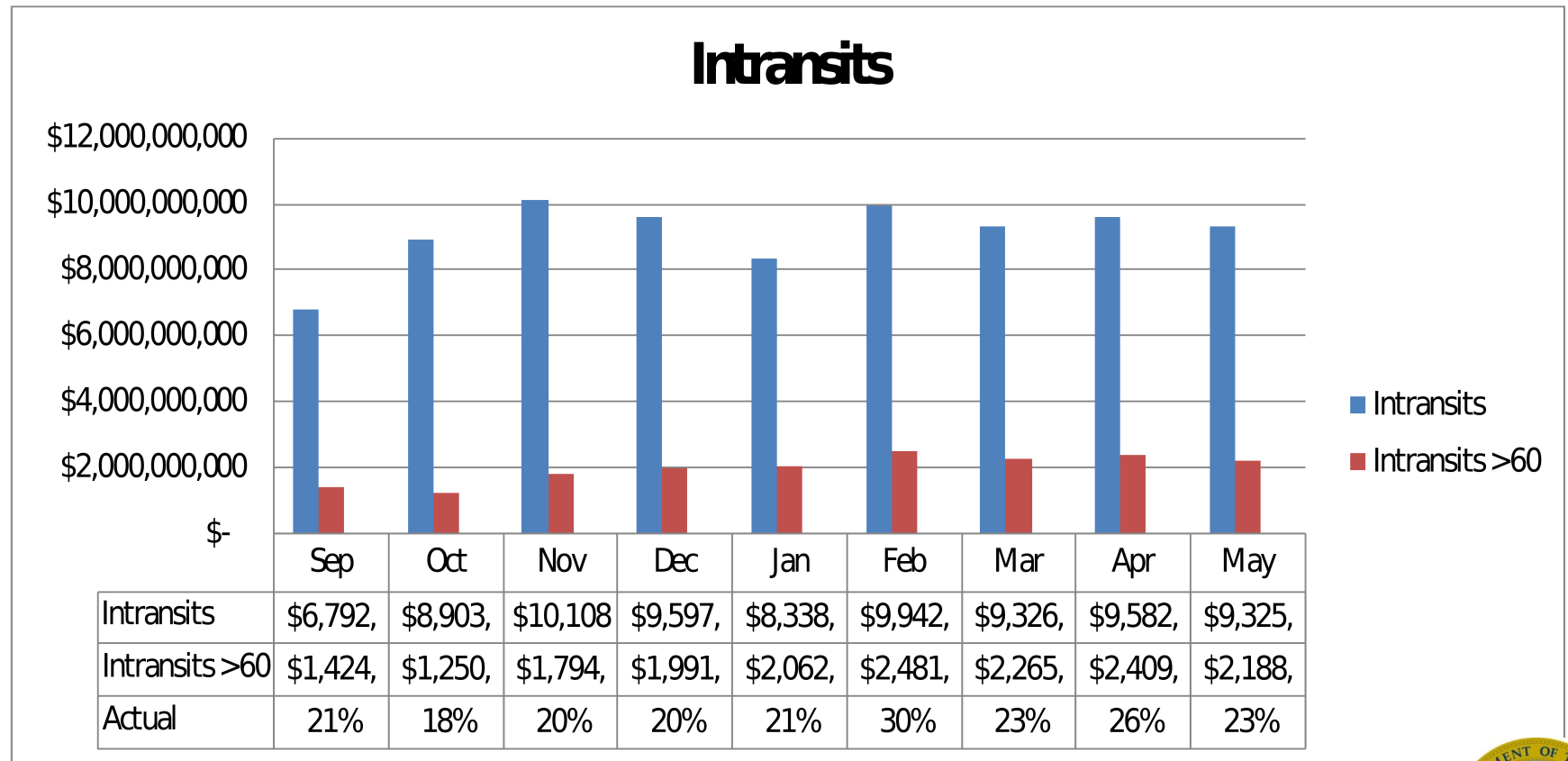
Command/Org	DCPS Payroll - Current Week	DCPS Payroll- Prior Week	Interfund - Current Week	Interfund - Prior Week	Failed SPS Obligations (Count) - Current Week	Failed SPS Obligations (Count) - Prior Week
ACC	\$23,312.57	N/A	\$7,896.16	N/A	65	N/A
AMC	\$810,786.27	N/A	\$9,863.07	N/A	4	N/A
ARNG	\$1,550,746.96	N/A	\$12,174,622.80	N/A	108	N/A
ARNORTH		N/A		N/A	6	N/A
ARSOUTH		N/A	\$18,422.71	N/A	169	N/A
ASC	\$42,779.06	N/A		N/A	63	N/A
ATEC	\$17,000.43	N/A		N/A		N/A
COCOMs	\$63,020.62	N/A		N/A		N/A
EIGHTH US ARMY	\$7,347.40	N/A	\$494,939.31	N/A		N/A
FORSCOM	\$1,112,902.94	N/A	\$8,226,402.67	N/A	202	N/A
IMCOM	\$53,383.50	N/A	\$2,506,548.87	N/A	1,088	N/A
MDW	\$16,428.74	N/A	\$76,201.73	N/A	6	N/A
MEDCOM	\$3,540,235.58	N/A	\$17,311,526.80	N/A	231	N/A
NETCOM	\$637,953.33	N/A	\$140.16	N/A	145	N/A
RSW-OA22	\$2,012,197.25	N/A		N/A	151	N/A
SMDC	\$31,920.64	N/A		N/A		N/A
TRADOC	\$16,970.44	N/A	\$554,781.00	N/A	175	N/A
USACE	\$38,866.61	N/A		N/A		N/A
USARC	\$15,193.65	N/A	\$4,511,379.46	N/A	13	N/A
USAREUR	\$13,195.20	N/A	\$353,388.11	N/A		N/A
USARPAC		N/A	\$4,014.39	N/A	18	N/A
USMA		N/A		N/A	38	N/A
Grand Total	\$10,004,241.19	\$0.00	\$46,250,127.24	\$0.00	2,482	-



Intransits Disbursements

By 30 Sep 2011:

- Reduce balances to 5% or less of the prior months total (> 60 days)



Intransits > 60 Days Breakout

OA	Command	Intransits > 60 Days (ABS)	
GB	GFEBS	\$	1,915,639,634.21
DEPTAL ACCT	Departmental	\$	198,195,646.58
6A	AMC	\$	49,576,630.63

- The GFEBS Cash recon process regarding for self transactions comprise much of the 2.18B balance.
- DFAS is developing a cash reconciliation process to identify “actual” GFEBS intransits .



Travel Advances Expired Years

By 30 Sep 2011:

- Reduce travel advance in expired years to zero

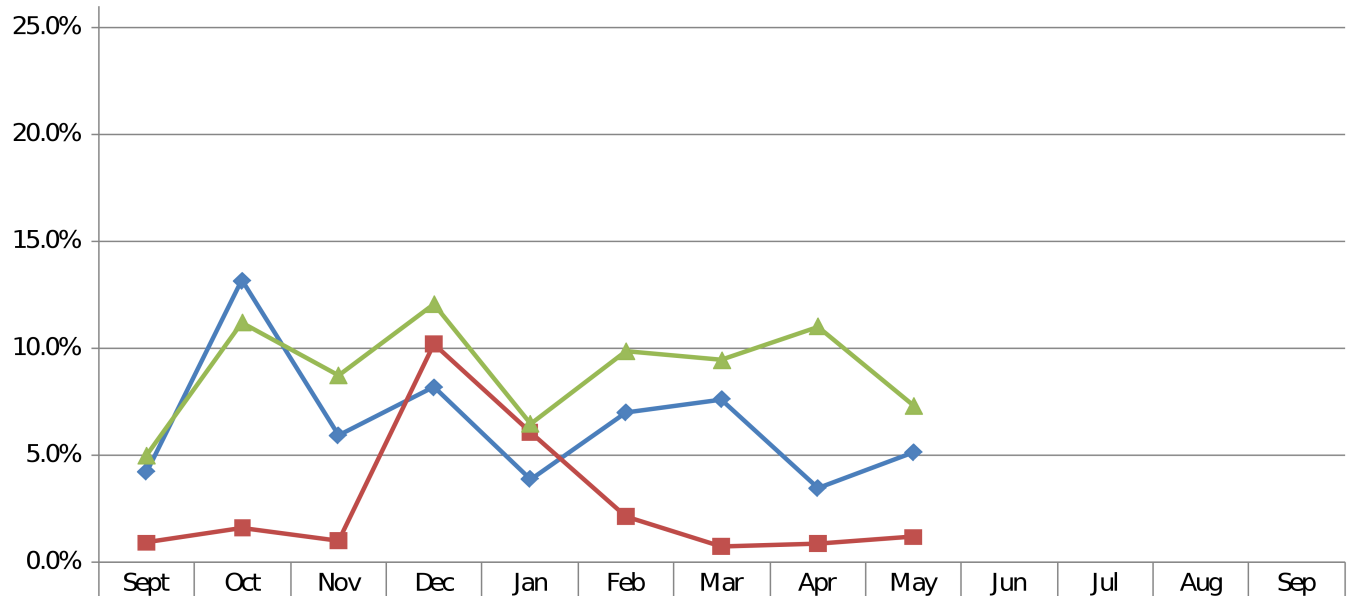
	<u>1 Oct 10</u>	<u>31 May 11</u>
<u>%Decrease</u>		
Total Expired Tvl Adv	\$ 49.3 M	\$ 25.3 M
48.7%		
Expired Tvl Adv OA-01	\$ 33.1 M	\$ 14.2 M
57.1%		
Expired Adv Less OA-01	\$ 16.2 M	\$ 11.1 M
33.5%		



Accounts Receivables

By 30 Sep 2011:

- Reduce Intra-Governmental Receivables Outside DOD > 30 days to 6.5 percent or less of Total Intra-Governmental Receivables Outside DOD
- Reduce Intra-Governmental Receivables Within DOD > 30 days to 4 percent or less of Total Intra-Governmental Receivables Within DOD
- Reduce Public Receivables >30 days to 9 percent or less of Total Public Receivables



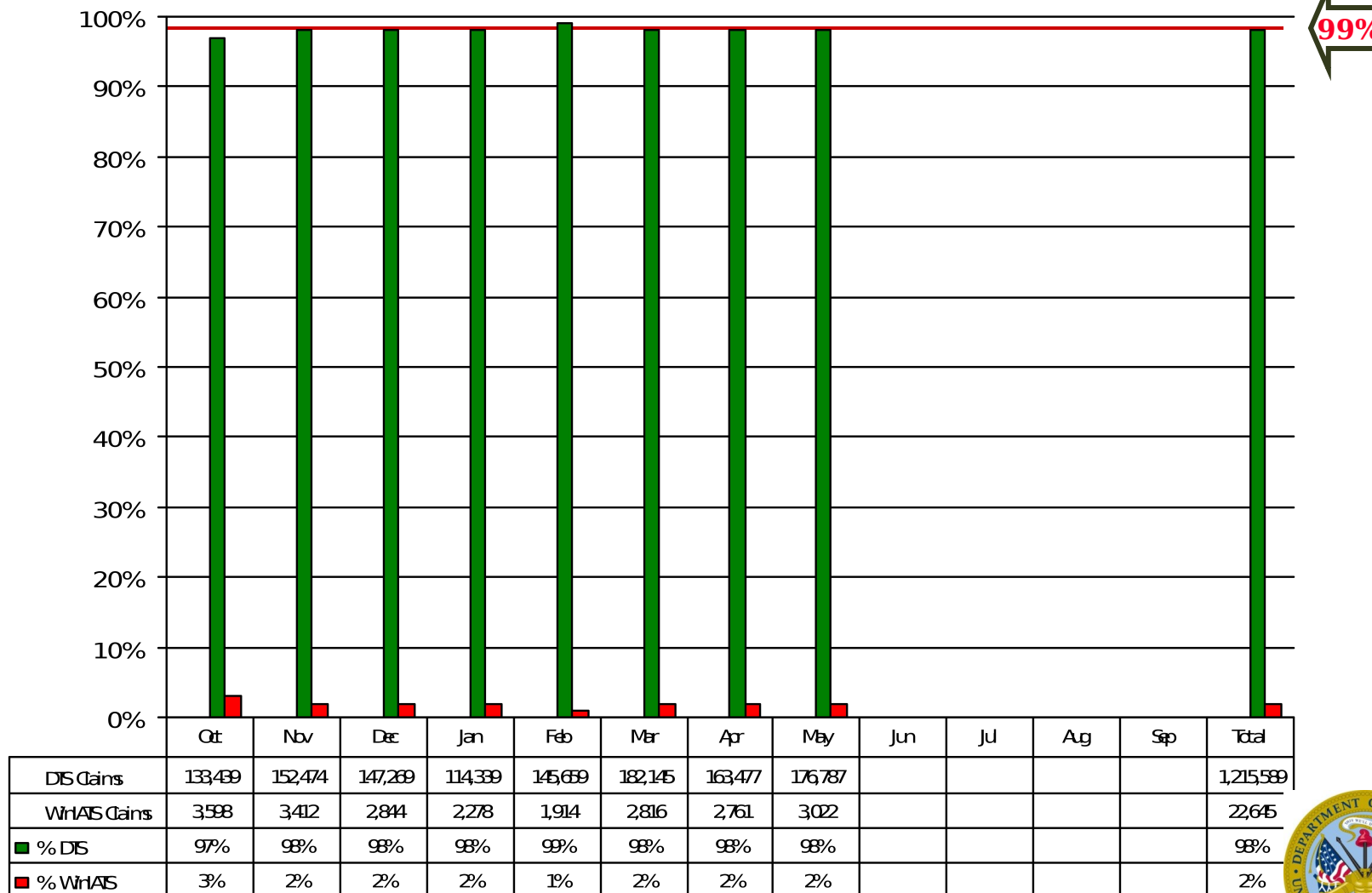
Delinquent Receivables Outside DoD	4.21%	13.16%	5.91%	8.16%	3.87%	6.99%	7.61%	3.44%	5.12%				
Delinquent Receivables within DoD	0.90%	1.58%	1.00%	10.19%	6.07%	2.14%	0.71%	0.87%	1.16%				
Delinquent Public Receivables	5.01%	11.20%	8.74%	12.05%	6.49%	9.86%	9.44%	11.02%	7.32%				



Voucher Percentage Summary FY 11

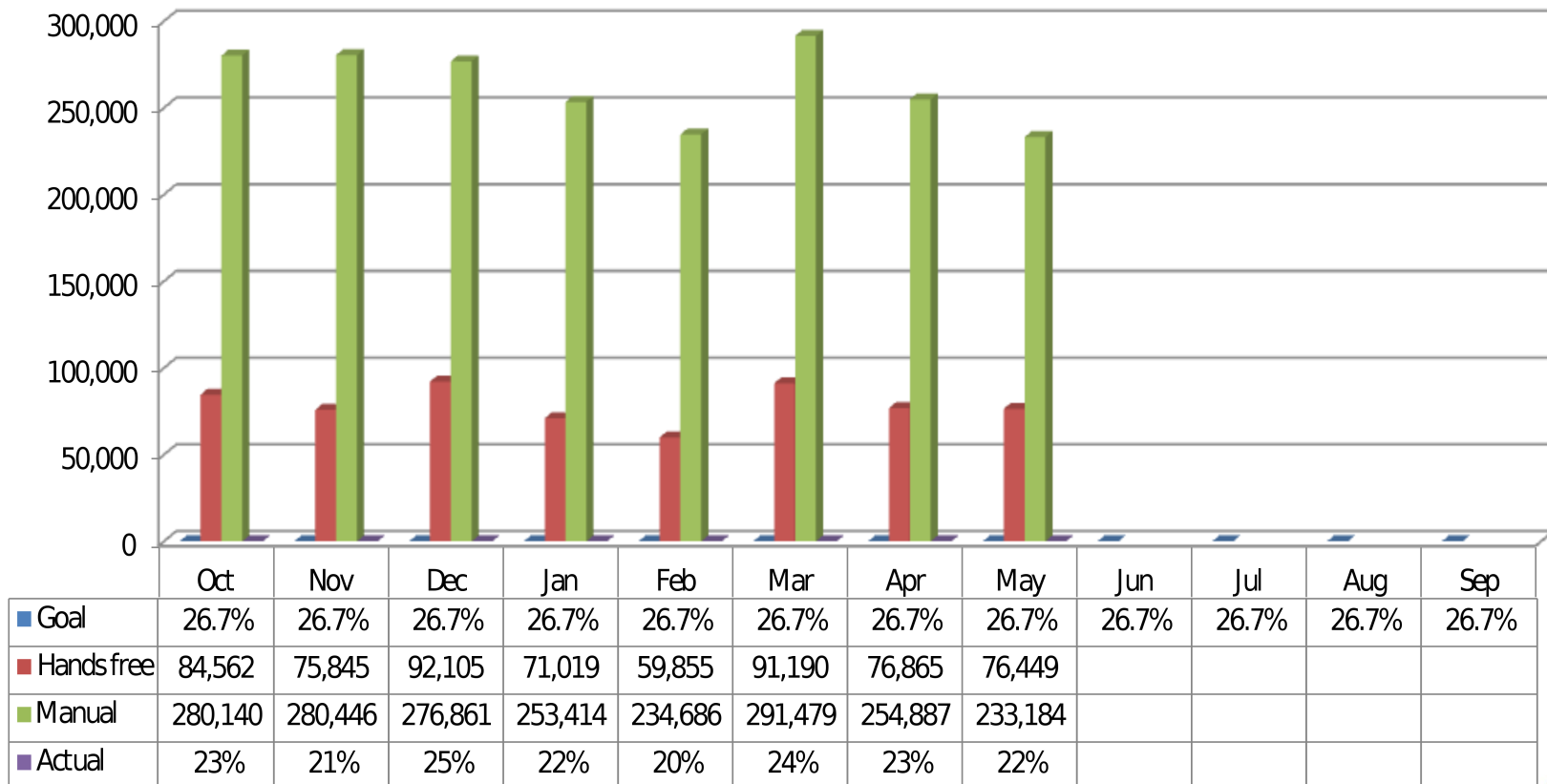
(Proliferated Sites Only)

Goal: By 30-Sep-2011: Increase DTS Usage to 99%



E-Commerce Usage Monthly Breakout Total ARMY

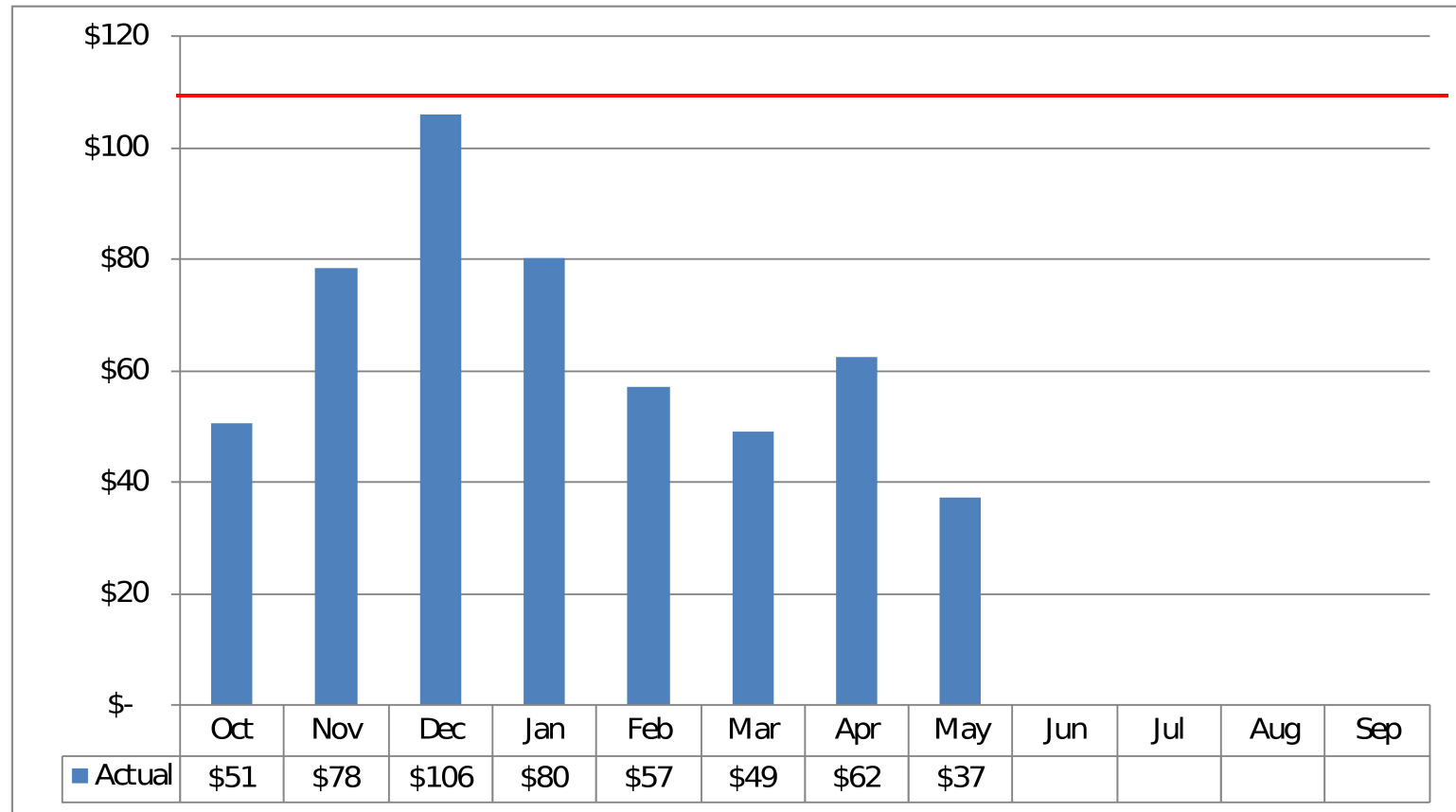
-Achieve 26.7% of hands free (electronic processing). Measured quarterly based on total universe of transactions processed in CAPS and MOCAS. (LOA count)



Special Interest Items



Prompt Pay Interest Reduction - FYTD



← \$110

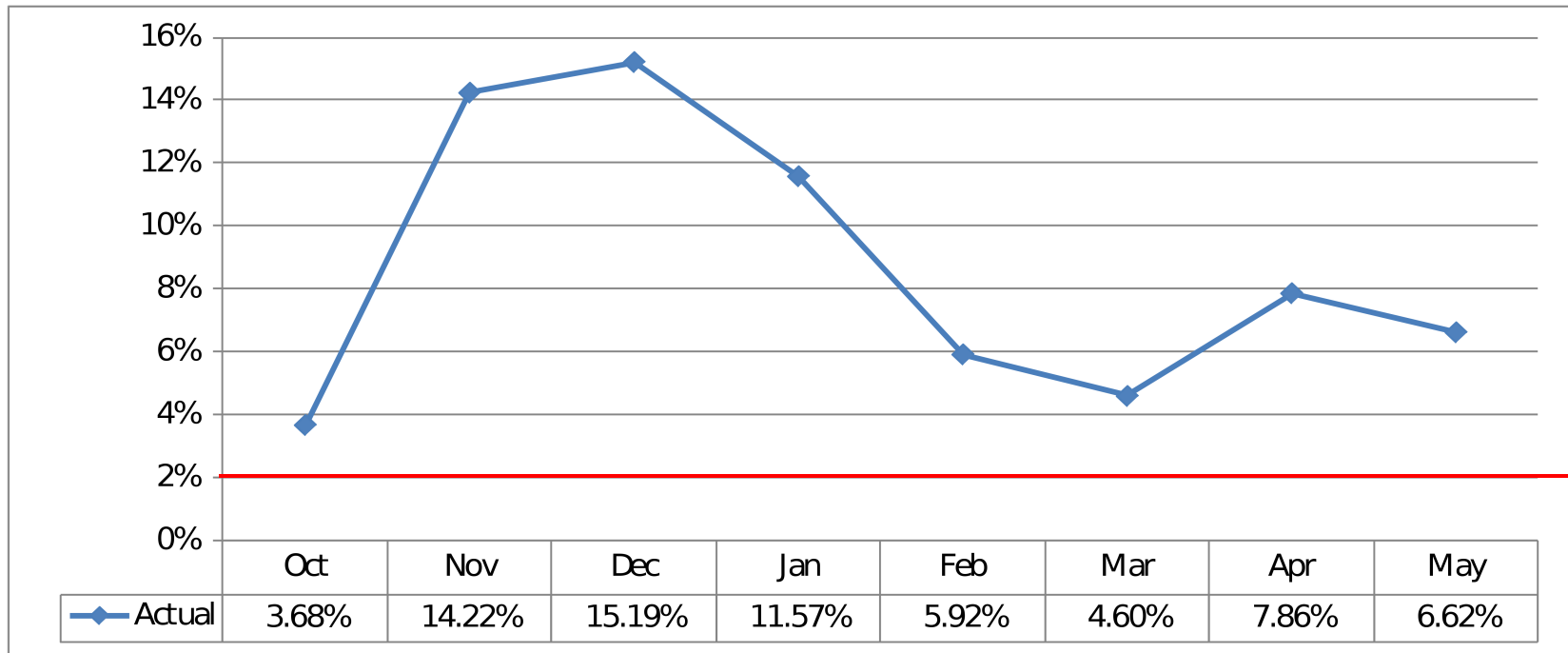
	Sep FY10	FY 11 Goal	FY 11 YTD
Army	\$88	\$110	
	\$63		



Army Travel Card

By 30 Sep 2011:

- Reduce CBA delinquent amounts to 2% or less of all CBA balances



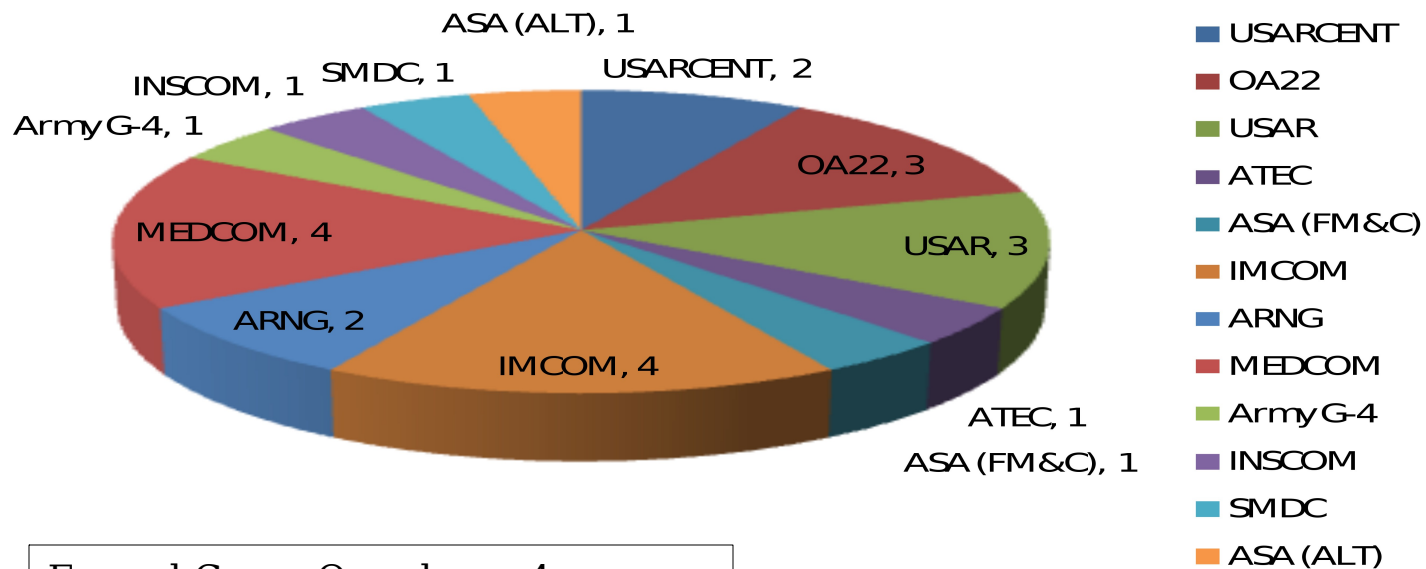
- Drivers include system issues causing late payments.
- Recent memorandum to the Army restricting use of the CBA to those ineligible for an IBA.



Antideficiency Act Program

Formal and Preliminary Delinquent Cases

Overdue ADA Cases



Formal Cases Overdue: 4
 Prelim. Cases Overdue: 20

Total # Formal Cases: 14
 Total # Prelim. Cases: 30



Antideficiency Act Program Way Ahead

- Quality of investigations needs improvement
 - Obtain all fund certifications prior to submission to HQDA
 - Resolve functional and legal issues before submission
 - Coordinate with command counsel throughout all phases of the investigation
- Follow ASA (FM&C) investigation manual
 - Consult Mr. Michael Anglemeyer(703-614-7069) if you have questions
 - Engage early, submit progress reports/drafts for review
- Appoint a qualified investigating officer
 - Knowledgeable
 - Trained in fiscal law
 - Independent of activity being investigated
 - Given sufficient time and resources to complete investigation
 - Investigation should not compete with other workload
- Senior resource managers will be expected to brief ASA(FM&C) leadership for investigations requiring extensive rework
- Cases that are significantly delinquent or legally unsupportable will be reinvestigated at the command's expense



Closing Remarks



Joint Reconciliation Program

➤ 703-693-3467

➤ **Website:**

[http://asafm.army.mil/offices/FO/JointRecon.aspx?
OfficeCode=1500](http://asafm.army.mil/offices/FO/JointRecon.aspx?OfficeCode=1500)

➤ **Centralized mailbox:**

JointReconProgram@conus.army.mil

➤ **Next VTC:** *Phase III Reporting, 22 November 2011,
1500-1600*

